



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	5,80,133	14,748.67
Vol Futures	0	0
Stock Futures	6,82,573	17,069.58
Index Options	54,05,005	1,17,478.96
Stock Options	3,30,761	8,230.76
F&O Total	69,98,472	1,57,527.97

FII Derivatives Statistics

	OI at end of the day				Inflow / Outflow
	Buy	Sell	Contract	Amount	
Index futures	1084.32	1118.08	1049063	22666.37	-33.76
Index options	13841.90	14013.64	4061169	96524.35	-171.74
Stock futures	2139.46	1651.41	1857122	46822.83	488.05
Stock options	1393.66	1399.83	107351	2614.60	-6.17
	Net Inflow/Outflow (Cr)				276.38

Securities in Ban Period

CENTURYTEX & AMTEK AUTO

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	7777	7500
Resistance	7950-8000	8181

Nifty View for the Day

Now it has to hold above 7880 levels to start fresh rally towards 7950 and 8000 levels while support exist at 7800-7770 zones.

Quote for the day

"WORK HARD IN SILENCE LET SUCCESS MAKE THE NOISE."

Activity Tracking

Stocks (Long Position)	Remarks
Justdial, Colpal, Ambujacem	
Divislab, Ktkbank, BataIndia	Suggesting strength in these counter
PFC, HDIL, Wipro	
Stocks (Short Covering)	Remarks
Amtekauto, DHFL, Tatastrdv	
Hindzinc, Centurytex, Sksmicro	Suggesting strength in these counter
Orientbank, NMDC, Voltas	
Stocks (Short Position)	Remarks
Pageind, IDEA	
IGL, Ceatltd	Suggesting weakness in these counter
Srtranfin, UPL	
Stocks (Long Liquidation)	Remarks
BEL & UBL	Suggesting weakness in these counter

Activity in F&O

Nifty September future closed positive at 7875.20 levels. Nifty Future OI decreased by 1.17% with a rise in price by 1.10%. It closed at premium of 3 points. Market witnessed buying interest across the board especially in Metal, Power, Realty and IT sector stocks. The market turnover decreased by 12.08% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it also decreased by 11.38%.

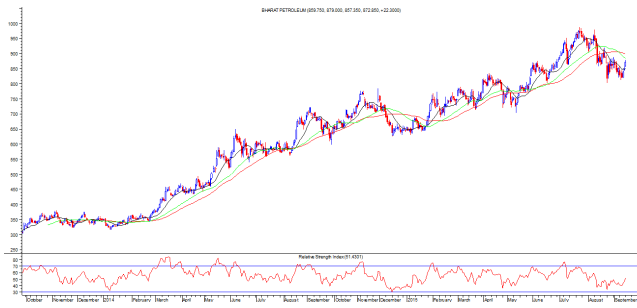
Indication & Outlook

Put Call Ratio based on Open Interest of Nifty moved up from 0.93 to 0.94 levels as compared to previous trading session. Historical Volatility of Nifty fell down from 29.78 to 29.32 levels but Implied Volatility moved up from 27.33 to 28.98 levels.

Conclusion

Nifty future opened positive and with sustained buying at every minor decline led the index to move towards 7890 levels. It managed to trade in a pleasant mood with decline in India vix and end the session with the gains of around 80 points. Looking at the option data, maximum Put OI is at 7800 followed by 7500 strike while maximum Call OI is at 8000 followed by 8500 strike. If the bulls manage to hold the index above 7880 levels, then the bounce back move may continue towards 7950 and 8000 zones, while if it fails to hold 7800-7770 zones then bears may again propel the market to drift towards 7750-7700 zones. Bank Nifty opened positive and managed to cross its 16800 levels after eight trading sessions and end the day with the gains of around 270 points. It is the perfect example of resistance becoming support and now it needs to hold above 16800 levels to move towards 17000 and 17250 levels, while support is at 16800 and 16650 levels.

Future STT Call



BPCL : Rs. 885		
Execution Price Range	Stop Loss	Target
Buy Between Rs. 869 to Rs. 878	856	908

BPCL is moving after taking support at 815 – 820 zones and is making higher highs- higher lows. It has added Open interest by around 15% in last couple of trading sessions. It is turning from the major support with rising trading and open interest activity. So one can go long in the stock with the stop loss of 856 for the upside target of 908 levels.

Future STT Call



SBIN : Rs. 236		
Execution Price Range	Stop Loss	Target
Buy Between Rs. 231 to Rs. 233	227	242

SBIN has taken multiple supports and is moving after the consolidation of last six trading sessions. It is turning from the oversold territory and may witness bounce back move led by short covering activity as most of the banking stocks have started the bottoming out process. So one can go long in the stock with the stop loss of 227 for the upside target of 242 levels.

Graphic Snapshot

Futures				
%Price Gainers	%Price Losers	Active Futures	%Volume Gainers	% Rollovers
JUSTDIAL 14.11	MCLEODRUSS -2.09	NIFTY 431,413	JUSTDIAL 536.54	S&P500 99.37
AMTEKAUTO 12.55	SRTRANSFIN -1.53	BANKNIFTY 147,922	ADANIEN 218.29	DJIA 89.15
ADANIEN 10.76	CAIRN -1.48	ICICIBANK 23,046	COLPAL 164.18	NMDC 17.4
STAR 7.33	BEL -1.27	SBIN 21,769	ADANIPOWER 160.98	IOB 14.98
ADANIPOWER 5.38	UPL -0.89	YESBANK 21,010	L&TFH 48.43	PNB 12.19
%OI Gainers	%OI Losers	%Premiums	%Discounts	OI % of Mkt. Limit
JUSTDIAL 16.58	AMTEKAUTO -30.72	UNITECH 1.65	PTC -3.28	AMTEKAUTO 90.19
COLPAL 14.11	DJIA -18.23	NHPC 0.62	TVSMOTOR -2.65	CENTURYTEX 89.28
AMBUJACEM 12.60	S&P500 -11.76	JPASSOCIAT 0.52	RELINFRA -2.57	CEATLTD 80.64
DIVISLAB 9.61	DHFL -11.71	IFCI 0.49	RELCAPITAL -2.41	WOCKPHARMA 80.41
KTKBANK 7.82	TATAMTRDVR -4.12	UCOBANK 0.47	OIL -2.27	JINDALSTEL 75.99
Options				
Most Active (Calls)	%Volume gainers (Calls)	Most Active (Puts)	%Volume gainers (Puts)	
NIFTY,24-SEP-15,C,8000 534433	JUSTDIAL,24-SEP-15,C,1000 9,474	NIFTY,24-SEP-15,P,7700 382,900	JUSTDIAL,24-SEP-15,P,850 53,900	
NIFTY,24-SEP-15,C,7900 377000	JSWSTEEL,24-SEP-15,C,1080 8,000	NIFTY,24-SEP-15,P,7600 358,569	YESBANK,24-SEP-15,P,500 12,600	
NIFTY,24-SEP-15,C,8100 291379	NTPC,24-SEP-15,C,135 7,800	NIFTY,24-SEP-15,P,7800 358,473	STAR,24-SEP-15,P,1150 5,450	
NIFTY,24-SEP-15,C,8200 290605	L&TFH,24-SEP-15,C,72.5 5,300	NIFTY,24-SEP-15,P,7500 297,232	NIFTY,29-OCT-15,P,9500 4,440	
NIFTY,24-SEP-15,C,7800 283731	JUSTDIAL,24-SEP-15,C,950 4,404	NIFTY,24-SEP-15,P,7400 204,033	NIFTY,29-OCT-15,P,8700 2,380	
%OI Gainers (Calls)	%OI Losers (Calls)	%OI Gainers (Puts)	%OI Losers (Puts)	
JUSTDIAL,24-SEP-15,C,950 269	JSWSTEEL,24-SEP-15,C,980 -58	ITC,29-OCT-15,P,305 13,800	YESBANK,24-SEP-15,P,500 -53	
CESC,24-SEP-15,C,500 219	ASIANPAINT,24-SEP-15,C,820 -46	JUSTDIAL,24-SEP-15,P,850 1,789	AMTEKAUTO,24-SEP-15,P,30 -41	
JUSTDIAL,24-SEP-15,C,1050 214	BPCL,24-SEP-15,C,860 -46	JUSTDIAL,24-SEP-15,P,900 400	AMTEKAUTO,24-SEP-15,P,45 -36	
JSWSTEEL,24-SEP-15,C,1020 161	STAR,24-SEP-15,C,1150 -44	YESBANK,24-SEP-15,P,740 367	WOCKPHARMA,24-SEP-15,P,1150 -31	
JUSTDIAL,24-SEP-15,C,1100 141	HCLTECH,24-SEP-15,C,920 -41	NTPC,24-SEP-15,P,125 335	AMTEKAUTO,24-SEP-15,P,25 -31	

Derivatives Lesson: BULL CALL SPREAD

- A bull call spread is constructed by buying a call option, and selling another out-of-the-money (OTM) call option. Often the call with the lower strike price will be in-the-money while the Call with the higher strike price is out-of-the-money. Both calls must have the same underlying security and expiration month.
- The net effect of the strategy is to bring down the cost and breakeven on a Buy Call (Long Call) Strategy. This strategy is exercised when investor is moderately bullish to bullish, because the investor will make a profit only when the stock price / index rise.
- If the stock price falls to the lower (bought) strike, the investor makes the maximum loss (cost of the trade) and if the stock price rises to the higher (sold) strike, the investor makes the maximum profit.
- $\text{Max Profit} = \text{Strike Price of short call} - \text{Strike Price of Long Call} - \text{Net Premium Paid}$
- $\text{Max Loss} = \text{Net Premium Paid} + \text{Commissions Paid}$
- $\text{Breakeven Point} = \text{Strike Price of Purchased Call} + \text{Net Debit Paid}$

Trading Laws:

- A Trader not observing STOP LOSS cannot survive for long.
- Never re-schedule your stop loss, square up first and then take a fresh view.
- Book small losses by buying / selling near support / resistance, and look for big gains, this will maximize the gains.
- Don't try to anticipate the change in main trend, so don't go against trend

DISCLAIMER: This report has been issued by Anand Rathi Securities Limited (ARSL), which is regulated by SEBI. The information herein was obtained from various sources; we do not guarantee its accuracy or completeness. Neither the information nor any opinion expressed constitutes an offer, or an invitation to make an offer, to buy or sell any securities, options, future or other derivatives related to such securities ("related investment"). ARS and its affiliates may trade for their own accounts as market maker/ jobber and /or arbitrageur in any securities of this issuer(s) or in related investments, and may be on the opposite side of public orders. ARS, its affiliates, directors, officers, and employees may have a long or short position in any securities of this issuer(s) or in related investment banking or other business from, any entity mentioned in this report. This research report is prepared for private circulation. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. Investors should seek financial situation and the particular needs of any specific investing in any securities or investment strategies discussed or recommended in this report and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities, if any, may fluctuate and that each security's price or value may rise or fall. Past performance is not necessarily a guide to future performance. Foreign currency rates of exchange may adversely affect the value, price or income of any security or related investment mentioned in this report.